

NIGHTINGALE HOUSE LOTTERY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018



WR
Whittingham Riddell
chartered accountants

NIGHTINGALE HOUSE LOTTERY LIMITED

COMPANY INFORMATION

Directors	Dr N Braid Mr C Burgoyne (resigned 19 January 2019) Mr R Cole Dr J Duguid Mr G Greasley Mrs E Griffiths His Honour P Hughes Mrs J Lowe Mr P Maddocks (resigned 26 April 2018) Mrs V Varley Mrs A Brebner (appointed 26 April 2018)
Company secretary	Mr A Morse
Registered number	03139714
Registered office	Nightingale House Chester Road Wrexham Clwyd LL11 2SJ
Independent auditors	Whittingham Riddell LLP Chartered Accountants & Statutory Auditors Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG

NIGHTINGALE HOUSE LOTTERY LIMITED

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NIGHTINGALE HOUSE LOTTERY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

The directors present their report and the financial statements for the year ended 31 December 2018.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activity

The principal activity of the company in the year under review was the operation of a weekly lottery and annual raffles in Wrexham and the surrounding areas to ultimately benefit Nightingale House Hospice, a charity based in Wrexham.

Directors

The directors who served during the year were:

Dr N Braid
Mr C Burgoyne (resigned 19 January 2019)
Mr R Cole
Dr J Duguid
Mr G Greasley
Mrs E Griffiths
His Honour P Hughes
Mrs J Lowe
Mr P Maddocks (resigned 26 April 2018)
Mrs V Varley
Mrs A Brebner (appointed 26 April 2018)

NIGHTINGALE HOUSE LOTTERY LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018**

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

The auditors, Whittingham Riddell LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 26th June 2019 and signed on its behalf.



**Mr A Morse
Secretary**

NIGHTINGALE HOUSE LOTTERY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF NIGHTINGALE HOUSE LOTTERY LIMITED

Opinion

We have audited the financial statements of Nightingale House Lottery Limited (the 'Company') for the year ended 31 December 2018, which comprise the Statement of Income and Retained Earnings, the Statement of Financial Position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material

NIGHTINGALE HOUSE LOTTERY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF NIGHTINGALE HOUSE LOTTERY LIMITED (CONTINUED)

inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

NIGHTINGALE HOUSE LOTTERY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF NIGHTINGALE HOUSE LOTTERY LIMITED (CONTINUED)

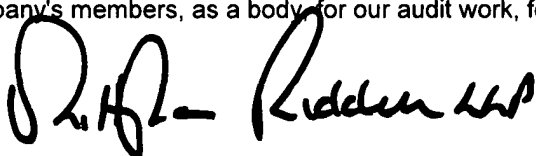
Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Malpass BSC FCA (Senior Statutory Auditor)

for and on behalf of
Whittingham Riddell LLP

Chartered Accountants
Statutory Auditors

Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG

Date:

24 September 2019

NIGHTINGALE HOUSE LOTTERY LIMITED

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Note	2018 £	Restated 2017 £
Turnover		906,650	866,123
Cost of sales		(244,626)	(285,944)
Gross profit		662,024	580,179
Administrative expenses		(103,935)	(92,169)
Operating profit		558,089	488,010
Interest receivable and similar income		1,077	732
Profit before tax		559,166	488,742
Tax on profit		(106,242)	(92,861)
Tax relief in respect of gift aid		106,242	92,861
Profit after tax		559,166	488,742
Retained earnings at the beginning of the year		496,891	549,816
		496,891	549,816
Profit for the year		559,166	488,742
Distribution - Gift Aid		(488,742)	(541,667)
Retained earnings at the end of the year		567,315	496,891
The notes on pages 8 to 15 form part of these financial statements.			

NIGHTINGALE HOUSE LOTTERY LIMITED
REGISTERED NUMBER:03139714

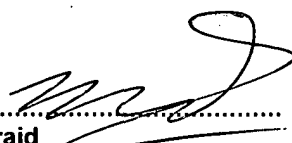
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

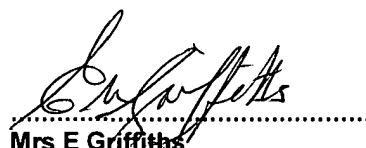
	Note	2018 £	Restated 2017 £
Current assets			
Debtors: amounts falling due within one year	8	260,956	401,601
Cash at bank and in hand	9	412,880	200,300
		<u>673,836</u>	<u>601,901</u>
Creditors: amounts falling due within one year	10	(106,519)	(105,008)
Net current assets		<u>567,317</u>	<u>496,893</u>
Total assets less current liabilities		<u>567,317</u>	<u>496,893</u>
Net assets		<u>567,317</u>	<u>496,893</u>
Capital and reserves			
Called up share capital	12	2	2
Profit and loss account		567,315	496,891
		<u>567,317</u>	<u>496,893</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

26/6/19

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Dr N Braid
Director

.....

Mrs E Griffiths
Director

The notes on pages 8 to 15 form part of these financial statements.

NIGHTINGALE HOUSE LOTTERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. General information

Nightingale House Lottery Limited is a private limited company domiciled and incorporated in England. The registered office is Nightingale House, Chester Road, Wrexham, LL11 2SJ.

The company's principal activities are disclosed in the Director's Report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Nightingale House Hospice as at 31 December 2018 and these financial statements may be obtained from their registered office; Nightingale House, Chester Road, Wrexham. LL11 2SJ..

2.3 Going concern

As at 31 December 2018 no material uncertainties existed that would impact the going concern basis that these financial statements are prepared upon.

The Directors of the company have prepared income and expenditure and cash flow forecasts for the forthcoming year and are satisfied that the financial statements should be prepared on a going concern basis.

NIGHTINGALE HOUSE LOTTERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue represents the value of lottery stakes collected for weekly cash draws during the year and also from various other prize raffles.

2.5 Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures, fittings & equipment - 20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

NIGHTINGALE HOUSE LOTTERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.10 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

3. Auditors' remuneration

	2018 £	2017 £
Fees payable to the Company's auditor and its associates for the audit of the Company's annual financial statements	4,000	2,800

The Company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent Company.

4. Employees

The average monthly number of employees, including directors, during the year was 7 (2017 - 6).

NIGHTINGALE HOUSE LOTTERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

5. Taxation

	2018 £	2017 £
Current tax on profits for the year	106,242	92,861
Tax relief in respect of gift aid	(106,242)	(92,861)
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Total current tax	<u><u>-</u></u>	<u><u>-</u></u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2017 - *lower than*) the standard rate of corporation tax in the UK of 19% (2017 - 19.25%). The differences are explained below:

	2018 £	2017 £
Profit on ordinary activities before tax	559,166	488,742
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2017 - 19.25%)	106,242	92,861
Effects of:		
Distributions under gift aid scheme deductible for tax purposes	(106,242)	(92,861)
Total tax charge for the year	<u><u>-</u></u>	<u><u>-</u></u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

6. Gift Aid Distribution

	2018 £	2017 £
Charitable distribution under gift aid to Nightingale House Hospice	488,742	541,667
	<u><u>488,742</u></u>	<u><u>541,667</u></u>

NIGHTINGALE HOUSE LOTTERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

7. Tangible fixed assets

	Fixtures, fittings & equipment £
Cost or valuation	
At 1 January 2018	6,643
At 31 December 2018	<u>6,643</u>
Depreciation	
At 1 January 2018	6,643
At 31 December 2018	<u>6,643</u>
Net book value	
At 31 December 2018	<u>-</u>
At 31 December 2017	<u>-</u>

8. Debtors

	2018 £	2017 £
Amounts owed by group undertakings	260,470	401,115
Prepayments and accrued income	486	486
	<u>260,956</u>	<u>401,601</u>

9. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	412,879	200,300
	<u>412,879</u>	<u>200,300</u>

NIGHTINGALE HOUSE LOTTERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

10. Creditors: Amounts falling due within one year

	2018	2017
	£	£
Payments received on account	98,978	90,652
Trade creditors	572	1,137
Accruals and deferred income	6,969	13,219
	106,519	105,008

NIGHTINGALE HOUSE LOTTERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

11. Financial instruments

	2018	2017
	£	£
Financial assets		
Financial assets measured at fair value through profit or loss	412,879	200,300

Financial assets measured at fair value through profit or loss comprise of cash at bank and in hand.

NIGHTINGALE HOUSE LOTTERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

12. Share capital

	2018	2017
	£	£
100 (2017 - 100) Ordinary shares of £1.00 each	100	100
	<hr/>	<hr/>
Allotted, called up and fully paid		
2 (2017 - 2) Ordinary shares of £1.00 each	2	2
	<hr/>	<hr/>

13. Prior year adjustment

In accordance with confirmatory guidance the gift aid payment from Nightingale House Lottery Limited to Nightingale House Hospice has been treated as a distribution in the period when it was actually paid rather than when it was accrued. As a result of this adjustment, opening reserves at 1 January 2017 have been restated from £8,149 to £539,816, the gift aid charge in 2017 updated from £488,742 to £541,667 and amounts owed to/from group undertakings restated from a creditor of £87,627 to a debtor of £401,115..

14. Related party transactions

The Company has taken advantage of the exemptions in accordance with FRS102 from providing details of related party transactions with other group undertakings.

The total remuneration of the directors and personnel considered to be key management of the Company was £nil (2017: £nil). Key management are remunerated by the parent company.

15. Controlling party

The immediate parent company is Nightingale House Promotions Limited, a company registered in England and Wales.

The Directors believe that the ultimate controlling party is Nightingale House Hospice.

Copies of Nightingale House Hospice's consolidated financial statements, incorporating Nightingale House Promotions Limited, are available from its registered office at Nightingale House, Chester Road, Wrexham, LL11 2SJ.